

**SILVEROAK
COMMERCIALS LIMITED**

15th Annual Report
1999 - 2000

SILVEROAK COMMERCIALS LTD.

15th Annual Report 1999-2000

BOARD OF DIRECTORS

Mr. R. B. Sharma
Mr. A. R. Sharma
Mr. Kiran Shah

AUDITORS

S. Sarupria & Co.
Chartered Accountants

LEGAL ADVISOR

Mr. Vijay B. Kanoria

BANKERS

IndusInd Bank Ltd.
Bank of India

REGISTERED OFFICE

Plot No. 81,
Jawahar Nagar,
Goregaon (West),
Mumbai - 400 062.

Notice

NOTICE IS HEREBY GIVEN THAT THE FIFTEENTH ANNUAL GENERAL MEETING OF THE COMPANY WILL BE HELD ON 30TH DECEMBER, 2000 AT 11.00 A. M. AT AAREY GARDEN RESTAURANT, AAREY MILK COLONY, OPP. CENTRAL DAIRY, GOREGAON (E), MUMBAI 400 065 TO TRANSACT THE FOLLOWING BUSSINESS :

ORDINARY BUSINESS

1. To consider and adopt the Audited Balance Sheet as at 31st March, 2000 and the Profit and Loss Account for the year ended on that date and the Reports of the Directors and the Auditors thereon.
2. To declare dividend on Equity Shares.
3. To appoint M/s. S.Sarupria & Co., Chartered Accountants, retiring Auditors as Auditors of the Company to hold office from the conclusion of this Meeting till the conclusion of next Annual General Meeting of the Company and to fix their remuneration.

SPECIAL BUSINESS

4. To consider and, if thought fit, to pass with or without modification (s), the following resolution as an ORDINARY RESOLUTION :

"RESOLVED THAT Mr. Ramavtar B. Sharma whose terms of office as an additional Director of the Company expires at the ensuing Annual General Meeting be and is hereby appointed as Director of the Company and shall be liable to retire by rotaion. "

5. To consider and, if thought fit, to pass with or without modification (s), the following resolution as an ORDINARY RESOLUTION :

"RESOLVED THAT Mr. Ashish R. Sharma whose terms of office as an additional Director of the Company expires at the ensuing Annual General Meeting be and is hereby appointed as Director of the Company and shall be liable to retire by rotaion."

6. To consider and, if thought fit, to pass with or without modification (s), the following resolution as an ORDINARY RESOLUTION :

"RESOLVED THAT Mr. Kiran Shah whose terms of

office as an additional Director of the Company expires at the ensuing Annual General Meeting be and is hereby appointed as an Director of the Company and shall be liable to retire by rotaion."

7. To consider and, if thought fit, to pass with or without modification (s), the following resolution as an ORDINARY RESOLUTION :

"RESOLVED THAT pursuant to the provisions of Section 293 (1) (d) and other applicable provisions, if any, of the Companies Act, 1956 and pursuant to the provisions of the Articles of Association of the Company, consent of the Company be and is hereby accorded to the Board of Directors of the Company, to borrow from time to time any sum or sums of money at its discretion on such terms and conditions as the Board of Directors may deem fit, notwithstanding that the money to be borrowed by the Company together with the monies already obtained or to be obtained from the Company's Bankers in the ordinary course of business may exceed the aggregate of Paid - up Capital of the Company and its Free Reserves, not set apart for any specific purpose, provided that the maximum amount of money so borrowed by the Board and outstanding at any one time shall not exceed the sum of Rs. 50,00,00,000/- (Rupees Fifty Crores Only)."

8. To consider and, if thought fit, to pass with or without modification (s), the following resolution as an ORDINARY RESOLUTION :

"RESOLVED THAT the consent of the Company be and is hereby accorded under Section 293 (1) (a) and other applicable provisions, if any, of the Companies Act, 1956 to the Board of Directors of the Company ("the Board") to sell, lease or otherwise dispose off the whole or substantially the whole of the undertaking of the Company, or where the Company owns more than one undertaking, of the whole, or substantially the whole, of any such undertaking and to mortgage and/ or charge by the Board of Directors of the Company of all the immovable and movable properties of the Company wheresoever situated, present and future or the whole or substantially the whole of the undertaking or undertakings of the Company and/ or conferring power to enter upon and take possessions of the assets of the Company is certain to or in favour of."

(A) any financial institutions/ banks or person or persons for securing any loan obtained or as may be obtained together with interest at the agreed rates, additional interest, liquidated damages, commitment charges, pre - payment or on redemption costs, charges, expenses and all other monies payable by the Company to financial institutions/ Banks/ Persons in terms of their Loan Agreement entered / to be entered into by the Company, in respect of the said Term Loans.

(B) to the Board of Directors of the Company agreeing with all or any of the said Financial Institutions/ Banks/ Persons in terms of their respective Loan Agreement to reserve a right to take over the management of business and concern of the Company in certain events.

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to finalise with Financial Institutions/ Banks/ Persons for creating mortgage and/ or charge and for preserving the aforesaid right and to do all such acts and things as may be necessary for giving effect to the above resolution.”

By order of the Board

R. B. SHARMA
Director

Place : Mumbai
Date : 27th October, 2000

Registered Office :
Plot No. 81, Jawahar Nagar,
Goregaon (West),
Mumbai – 400 062.

Notes

- a. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL, TO POLL, TO VOTE INSTEAD OF HIMSELF, SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE VALID, MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
- b. Members are requested to notify the change in address, if any, immediately to the Company quoting their respective folio number.
- c. The Register of Members and Share Transfer Books of the Company shall remain closed from Thursday, the 28th December, 2000 to Saturday, the 30th December, 2000 (both days inclusive).
- d. Dividend, if declared at the meeting, will be paid to 2,40,000 Equity Shares (Old Shares), whose name appears in the Register of Members of the Company as on 30th December, 2000.

By order of the Board

R. B. SHARMA
Director

Place : Mumbai
Date : 27th October, 2000

Registered Office :
Plot No. 81, Jawahar Nagar,
Goregaon (West),
Mumbai – 400 062.

EXPLANATORY STATEMENT PURSUANT TO SECTION 173 (2) OF THE COMPANIES ACT, 1956.

ITEM NO. 4 TO 6

Pursuant to the provision of Section 260 of the Companies Act, 1956 Mr. Ramavtar B. Sharma was appointed as an additional Director on 24.01.2000, Mr. Ashish R. Sharma was appointed as an additional Director on 24.01.2000 and Mr. Kiran Shah was appointed as an additional Director on 17.02.2000 of the Company and hold office till the commencement of the ensuing Annual General Meeting. The Company has received notice from the members signifying their intension to propose them as candidate of the office of the Director.

None of the Director is in any way concerned or interested in the resolution except Mr. Ramavtar B. Sharma, Mr. Ashish R. Sharma and Mr. Kiran Shah to the extent of being proposed as Directors of the Company.

ITEM NO. 7

Considering the expanding business activities and increase in the financial requirements of the Company, the Board of Directors may be required to resort to borrowings of funds from banks, financial institutions and such other parties as the Board may deem fit, from time to time subject to such borrowings not exceeding Rs. 50,00,00,000/- in aggregate. For borrowing funds in excess of the aggregate of the paid-up share capital and free reserves of the Company, the Board is required to be empowered by way of passing of a resolution by the members of the Company under Section 293 (1) (d) of the Companies Act, 1956.

Hence, the proposed resolution is recommended for your approval.

None of the directors of the Company is concerned or interested in the said Resolution.

ITEM NO. 8

For its day-to-day working capital requirements, the Company may have to resort to borrowings from financial institutions, banks and other parties by way of term loans which in aggregate shall not exceed Rs. 50,00,00,000/-. For securing the loans and borrowings, the Company may be required to create mortgage/ charge. The above loans and borrowings together with interest, additional interest, liquidated damages, commitment charges, premia on repayment or on redemption, costs, charges, expenses and all other monies payable by

the Company will be secured interalia by the mortgage and/ or charge of all the immovable and movable properties of the Company, both present and future.

Section 293 (l) (a) of the Companies Act, 1956 provides interalia that the Board of Directors of Public Company shall not sell, lease or otherwise dispose off the whole or substantially the whole of the undertaking or undertakings of the Company except with the consent of the Company in General Meeting. The creation of mortgage and charge may be regarded as attracting the provisions of Section 293 (1) (a) of the Companies Act, 1956.

Your Directors recommended this Ordinary Resolution for the approval of the members.

None of the Directors is in any way concerned or interested in the said Resolution.

By order of the Board

R. B. SHARMA
Director

Place : Mumbai
Date : 27th October, 2000

Registered Office :
Plot No. 81, Jawahar Nagar,
Goregaon (West),
Mumbai – 400 062.

Directors' Report

To,
The Members,

The Board of Directors are pleased to present Fifteenth Annual Report on the affairs of Company together with the Balance Sheet as at 31st March, 2000 and Profit and Loss Account for the year ended on that date.

FINANCIAL RESULTS

	Year ended 31.03.2000 Rs. in Lacs	Year ended 31.03.2000 Rs. in Lacs
Sales and Other Income	7.30	---
Profit before Tax	2.24	0.13
Provision for Tax	1.00	0.05
Profit after Tax	1.24	0.08
Less : Proposed Dividend		
including Dividend Tax	0.88	---
Less : Balance of Profit/(Loss)		
of earlier year	(0.29)	(0.37)
Balance Carried to Balance Sheet	0.07	(0.29)

OPERATIONS AND OUTLOOKS

The Company has achieved a turnover of Rs. 5.5 Lacs during the year as against Rs. Nil for the year 1998-99 and Profit before tax amounting to Rs. 2.24 Lacs as against Rs. 0.13 Lacs in previous year. The Company has achieved substantial growth in the business due to expansion in the activity of the Company.

Looking to the rapid progress and growth in Pharmaceutical Formulation industries in terms of research and development of new molecules and technology, the Company has decided to establish manufacturing facilities in pharmaceuticals formulations.

To meet the outlay of the funds as a result of this enlarged scope as well as to meet the long term working capital requirements, the Company has issued additional 25,10,000 Equity Shares of Rs. 10/- each with premium of Rs. 2/- per share to the Company's Promoter, Directors and their

Relatives, Friends and Associates including Body Corporates on 8th August, 2000 as per the approval given by the Members of the Company in its Extra Ordinary General Meeting held on 14th June, 2000.

DIVIDEND

Your Directors are pleased to recommend a dividend of Rs. 0.30 per Equity Shares on 2,40,000 (Old Shares) for the year 1999-2000. The dividend amounting to Rs. 72,000/- would be paid out of the profits for the year, if approved by the shareholders and the Company will be paying Rs. 15840/- towards corporate tax on this dividend.

DIRECTORS

Mr. Kamlesh Dave, Mr. Rishikesh Goyal, Mr. Madhukar Walhekar and Mr. Trilok Chand Kothari Directors of the Company have resigned from the Board. The Board record its appreciation for the valuable guidance and advises received from them during their association with the Company.

During the year Mr. Ramavtar B. Sharma, Mr. Ashish R. Sharma and Mr. Kiran Shah were appointed as additional Directors of the Company and hold office till the commencement of the ensuing Annual General Meeting. They are now proposed to be re-appointed as Directors of the Company. The required notice under section 257 of the Companies Act, 1956 as being received.

The necessary resolution for the approval of the members be placed in the notice conveying the Annual General Meeting.

AUDITORS

M/s. S. Sarupria & Co., Chartered Accountants, Auditors of the Company retire at the ensuing Annual General meeting and being eligible for the re-appointment.

AUDITORS REPORT

The observations made by the Auditors of the Company in their report with notes on account, are self-explanatory and do not require any further clarification.

PARTICULARS OF EMPLOYEES

None of the employees of the Company is covered by the provisions of Section 217 (2A) of the Companies Act, 1956, read with the Companies (particulars of Employees) Rules, 1975.

FIXED DEPOSITS

The Company has not accepted any Fixed Deposits within section 58 A of the Companies Act, 1956 or any rules frame there under.

DISCLOSURES

The Company does not carry any activities of manufacturing so as to furnish information within the meaning of Section 217 (1) (e) of the Companies Act, 1956, these rules are not applicable.

ACKNOWLEDGEMENT

Your Directors are happy to place on record their gratitude of the employees for their commitment and dedicated efforts. The Directors are also thankful to the shareholders for their continued support to the Company.

By order of the board

R. B. SHARMA **KIRAN SHAH**
Director Director

Place : Mumbai
Date : 27th October, 2000

Registered Office :
Plot No. 81, Jawahar Nagar,
Goregaon (West),
Mumbai – 400 062.

Auditors' Report

To,

The Members of **Silveroak Commercials Limited**

We have audited the attached Balance Sheet of **Silveroak Commercials Limited**, as at 31st March, 2000 and also the Profit & Loss Account of the Company for the year ended on that date annexed thereto and we report that:

1. As required by the Manufacturing and Other Companies (Auditor's Report) Order, 1988 issued by the Central Government in terms of Section 227 (4A) of the Companies Act, 1956, we give in the annexure a statement on the matters specified in Paragraphs 4 & 5 of the said Order.
2. Further to our comments in the annexure referred to in Paragraph 1 above, we report that:
 - (a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - (b) In our opinion, proper books of accounts as required by law have been kept by the Company so far as appears from our examination of the books.
 - (c) The Balance Sheet and the Profit and Loss Account dealt with this report are in agreement with the books of account.
 - (d) In our opinion, the Profit and Loss Account and Balance Sheet comply with the accounting standards referred to in section 211 (3c) of the Companies Act, 1956 to the extent applicable to the company.

(e) In our opinion and to the best of our information and according to the explanations given to us, the accounts read with notes appearing thereon give the information required by the Companies Act, 1956 in the manner, so required and give a true and fair view:

- i) In the case of Balance Sheet of the State of the affairs of the Company as at 31st March, 2000 and
- ii) In the case of the Profit & Loss Account of the profit for the year ended on that date.

For **S. SARUPRIA & CO.**
Chartered Accountants

S. SARUPRIA
Proprietor

Place : Mumbai

Date : 27th October, 2000

Annexure to the Auditors' Report

Referred to in paragraph 1 of our report of even date on the accounts for the year ended 31st March, 2000 of **Silveroak Commercials Limited**

1. The Company has not taken any loan secured or unsecured from the Companies/Firms or other parties as listed in the Register maintained u/s 301 of the Companies Act, 1956. As explained to us there is no Company under same management as defined u/s 370 (1B) of the Companies Act, 1956.
2. The Company has not given any loans to companies, firms or other parties as listed in the Register maintained under Section 301 and to the companies under the same management.
3. In our opinion and according to the information and explanation given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business.
4. In respect of Loans and Advances in the nature of loans given by the company, parties have repaid the principal amounts whatever stipulated and have also been regular in the payments of interest.
5. The Company has not accepted any deposits from the public during the year.
6. In our opinion and according to the information and explanation given to us, there are no undisputed amounts payable in respect of Income Tax, Wealth Tax, Sales Tax, Custom Duty and Excise Duty outstanding as at 31.03.2000 for a period of more than six months from the date they become payable.
7. In our opinion and according to the information and explanation given to us, personal expenses have not been charged to revenue account.
8. The Company has not granted loans and advances on the basis of securities by way of pledge of shares, debentures and other similar securities.

9. In our opinion, the Company has kept proper records of the transactions and contracts for the dealing in shares, securities, debentures and other investments and timely entries have been made therein. The shares, securities, debentures and other investments were held by the company in its own name.

Other Clauses of manufacturing and other Companies (Auditor's Report) order 1988 are either nil or not applicable to the Company during the year under report.

For **S. SARUPRIA & CO.,**
Chartered Accountants

S. SARUPRIA
Proprietor

Place : Mumbai

Date : 27th October 2000

BALANCE SHEET AS ON 31ST MARCH, 2000

	SCHEDULE	AS AT 31.03.2000 (Rupees)	AS AT 31.03.1999 (Rupees)
SOURCESS OF FUNDS			
SHAREHOLDERS' FUND			
Share Capital	A	24,00,000	24,00,000
Reserve & Surplus	B	7,079	(28,740)
LOAN FUNDS			
Unsecured loans	C	2,35,000	33,000
TOTAL		26,42,079	24,04,260
APPLICATION OF FUNDS			
INVESTMENT			
	D	1,90,000	9,15,799
CURRENT ASSETS, LOANS & ADVANCES			
Cash & Bank Balance	E	5,91,447	10,098
Sundry Debtors		5,54,850	---
Loans & Advances		19,42,016	15,65,947
		30,88,313	15,76,045
LESS : CURRENT LIABILITIES & PROVISIONS			
Current liabilities	F	6,36,234	87,584
Net current assets		24,52,079	(27,712)
TOTAL		26,42,079	24,04,260
Significant Accounting Policies and Notes to the Accounts	G		

As per our report of Even Date

For S. SARUPRIA & CO.
Chartered Accountants**S. SARUPRIA**
Proprietor

Place : Mumbai

Date : 27th October 2000.

For Silveroak Commercials Limited

R. B. SHARMA
Director**KIRAN SHAH**
Director

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2000

	SCHEDULE	Year ended on 31.03.2000 (Rupees)	Year ended on 31.03.1999 (Rupees)
INCOME			
Sales		554,850	---
Interest on loans		173,526	147,207
Profit on sale of Debentures/Shares		1,126	15,245
		729,502	162,452
EXPENDITURE			
Purchases	H	342,010	---
Expenses		163,833	148,952
		505,843	148,952
Profit Before Tax		223,659	13,500
Less : Provision for Tax		100,000	5,000
Profit after Tax		123,659	8,500
Less : Proposed Dividend on Equity Shares including Dividend Tax Rs. 15840/-		87,840	—
Less : Brought Forward balance from Previous Year		(28,740)	(37,239)
BALANCE CARRIED TO BALANCE SHEET		7,079	(28,740)

Significant Accounting Policies and Notes to the Accounts G

As per Our report of Even Date

For S. SARUPRIA & CO.
Chartered Accountants**S. SARUPRIA**
Proprietor

For Silveroak Commercials Limited

R. B. SHARMA
Director**KIRAN SHAH**
Director

Place : Mumbai

Date : 27th October 2000.

Shedule A to G Annexed to and forming Part of Balance Sheet as at 31ST MARCH, 2000 and Profit and Loss Account for the year ended on that date.

	AS AT 31.03.2000 (Rupees)	AS AT 31.03.1999 (Rupees)
SCHEDULE "A"		
SHARE CAPITAL		
AUTHORISED		
7,50,000 Equity Shares of Rs. 10/- each	75,00,000	75,00,000
	75,00,000	75,00,000
ISSUED, SUBSCRIBED & PAID UP		
2,40,000 Equity Shares of Rs. 10/- each fully paid	24,00,000	24,00,000
	24,00,000	24,00,000
SCHEDULE "B"		
RESERVE & SURPLUS		
Profit & Loss Account	7,079	(28,740)
	7,079	(28,740)
SCHEDULE "C"		
UNSECURED LOANS		
Inter Corporate Deposit	235,000	---
Rameshkumar Jain	---	18,000
Suresh More	---	15,000
	235,000	33,000
SCHEDULE "D"		
INVESTMENT (AT COST)		
QUOTED (FULLY PAID)		
1) 550 Shares of B.S.E.S. Ltd. of Rs. 10/- each	---	1,20,000
2) 2800 Shares of Hindustan Stock Land Ltd. of Rs.10/- each	---	3,00,629
3) 700 Shares of Raymonds Ltd. of Rs. 10/- each	---	55,170
4) 19000 Shares of Rashel Agrotech Ltd. of Rs. 10/- each (Market value of Quoted investment Rs. 1,29,200/-)	1,90,000	---
	1,90,000	4,75,799
UNQUOTED		
1) 4400 Shars of International Road Ltd.of Rs.100/- each	---	4,40,000
	1,90,000	9,15,799
SCHEDULE "E"		
CURRENT ASSETS, LOANS & ADVANCES		
(a) CASH & BANK BALANCE		
Cash in Hand	5,63,435	3,192
Balance in Current A/cs with Scheduled Banks	28,012	6,906
	5,91,447	10,098

	AS AT 31.03.2000 (Rupees)	AS AT 31.03.1999 (Rupees)
(b) SUNDRY DEBTORS		
(Unsecured considered Good)		
Less than six months	5,54,850	---
	<u>5,54,850</u>	<u>---</u>
(c) LOANS & ADVANCES		
(Unsecured considered Good) Advances recoverable in cash or in kind or for value to be received	18,84,322	15,16,173
Tax Deducted at Source	57,694	49,774
	<u>19,42,016</u>	<u>15,65,947</u>
	<u>30,88,313</u>	<u>15,76,045</u>
SCHEDULE "F"		
CURRENT LIABILITIES		
Sundry Creditors	3,42,010	45,000
Liabilities for Expenses & others	89,300	25,500
	<u>4,31,310</u>	<u>70,500</u>
PROVISIONS		
Provision for Income Tax	117,084	17,084
Proposed dividend including dividend Tax	87,840	---
	<u>6,36,234</u>	<u>87,584</u>
SCHEDULE "H"		
EXPENSES	Year ended on 31st March, 2000 (Rupees)	Year ended on 31st March, 1999 (Rupees)
Salary	54,000	48,000
Printing & Stationery	8,550	7,150
Bank Charges	2,400	645
Conveyance Expenses	9,475	8,610
Consultancy Charges	5,000	7,500
Telephone Charges	8,135	6,610
Listing Fees	20,500	20,500
Audit Fees	5,000	5,000
Directors remuneration	25,000	25,000
Staff Welfare	4,007	4,135
Legal & Professional Charges	4,500	7,500
General Expenses	9,898	8,302
Advertisement	1,848	---
Filing Fees	5,520	---
	<u>1,63,833</u>	<u>1,48,952</u>

SCHEDULE – G**ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2000 AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED ON THAT DATE.****A) ACCOUNTING POLICIES****1. BASIS OF ACCOUNTING**

The Financial Statements have been prepared under the historical cost convention in accordance with the normally accepted accounting principles and the provisions of the Companies Act, 1956 as adopted consistently by the company.

2. INVESTMENT

Investment is stated at cost

B) NOTES TO ACCOUNTS

1. Previous year's figures have been regrouped/ rearranged wherever found necessary.
2. Additional Information required vide para 3 & 4 of the part II of schedule VI of the Companies Act, 1956 :

Quantitative details of goods Traded during the year.

Class of Goods	Purchases		Sales	
	Qty.	Value	Qty.	Value
Shares	41100	342010	41100	554850

Other additional information are either nil or not applicable.

3. Balance Sheet abstract and company's general business profile as per Schedule VI part IV.**I. Registration Details**

Registration No.	:	35916
State Code	:	11
Balance Sheet date	:	31.03.2000

II. Capital raised during the year (Rupees in Thousand)

Public Issue	:	NIL
Right Issue	:	NIL
Bonus Issue	:	NIL
Private Placement	:	NIL

III. Position of Mobilisation and Deployment of funds

(Rs.in Thousands)

Total Liabilities	:	2642
Total Assets	:	2642

SOURCES OF FUND

Paid up Capital	:	2400
Reserve & Surplus	:	7
Secured Loan	:	NIL
Unsecured Loan	:	235

APPLICATION OF FUNDS

Net Fixed Assets	:	NIL
Investment	:	190
Net Current Assets	:	2452
Miscellaneous Expenditure	:	NIL
Accumulated Loss	:	NIL

IV. Performance of Company

Total Income	:	730
Total Expenditure	:	506
Profit Before Tax	:	224
Profit After Tax	:	124
Earning Per Share (Rs.)	:	0.52
Dividend Rate (%)	:	3.00

As per Our Attached Report of Even Date

For SILVEROAK COMMERCIALS LIMITED

For S. SARUPRIA & CO.
Chartered Accountants**S. SARUPRIA**
Proprietor**R. B. SHARMA**
Director**KIRAN SHAH**
Director

Place : Mumbai

Date : 27th October 2000

CASH FLOW STATEMENT

Cash flow Statement For the Year ended 31st March, 2000

Pursuant to clause 32 of the Listing Agreement :

	1999-2000 (Rs. in Lacs)	1998-1999 (Rs. in Lacs)
A CASH FLOW FROM OPERATING ACTIVITIES		
Net profit Before tax and Extraordinary items	2.23	0.14
Adjustment for :		
(Profit) / Loss on sale of Investments	0.01	---
Depreciation	---	---
Intrest / Dividend Received	---	---
Operating profit before Working Capital Charges	2.22	0.14
Adjustment for :		
Trade and Other Receivables	(9.31)	(4.84)
Inventories	---	---
Trade Payables	3.61	(4.42)
Cash Generated from Operations	(3.48)	(4.29)
Interest Paid	---	---
Direct Taxes Paid	---	(0.05)
Net cash flow from Operating Activities	(3.48)	(4.34)
B CASH FLOW FROM INVESTING ACTIVITIES		
Investments (Net)		
Net Cash used in investing activities	7.27	4.49
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of Share Capital	---	---
Proceeds from long term borrowings	2.02	(0.18)
Repayment of finance lease liabilities	---	---
Dividend Paid	---	---
Net Cash Used in Financing activities	2.02	(0.18)
Net increase in cash and Cash equivalents	5.81	(2.32)
Cash and Cash equivalents (Opening Balance)	0.10	12.42
Cash and Cash equivalents (Closing Balance)	5.91	10.10
Net Increase/ (Decrease)	5.81	(2.32)

Note : Figures in Bracket (-ve) reflect outflow

For Silveroak Commercials Limited

R. B. SHARMA
Director**KIRAN SHAH**
Director**AUDITORS REPORT**

We have examined the attached Cash Flow Statement of Silveroak Commercials Ltd. for the year ended 31st March, 2000. The statement has been prepared by the Company in accordance with the requirements of Clause 32 of listing agreement and is based on and in agreement with corresponding Profit and Loss Account and Balance Sheet of the company.

For **S. SARUPRIA & CO.**
Chartered Accountants

S. SARUPRIA
Proprietor

Place : Mumbai

Date : 27th October 2000